GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:727
ANSWERED ON:05.12.2003
FDI POLICY
DHANI RAM SHANDIL

Will the Minister of FINANCE be pleased to state:

(a) whether the Government have decided to review the existing FDIpolicy and propose to announce a new policy on Foreign Direct Investment (FDI);

(b) if so, the details thereof;

(c) the time by which the new policy is likely to be announced;

(d) whether the new policy would adequately address the problems and difficulties faced in the implementation of FDI projects; and

(e) if so, the details thereof?

Answer

Minister of State in the Ministry of Finance(Shri Anandrao V. Adsul)

(a) to (e): Government has put in place a liberal FDI policy andmost of the sectors have been placed under the automatic route, except for a small negative list. FDI policy is reviewed on anon-going basis. The reviewing authority considers various aspects of FDI including equity cap, entry route and sectoral guidelines.